

**ND ASSOCIATION OF COUNTIES - PROGRAM SAVINGS FUND**  
**INVESTMENT PERFORMANCE REPORT AS OF JANUARY 31, 2004**

	January-04				December-03				September-03				Current FYTD	Prior Year FY03	3 Years Ended 6/30/2003	5 Years Ended 6/30/2003
	Market Value	Allocation Actual	Policy	Month Net ROR	Market Value	Allocation Actual	Policy	Quarter Net ROR	Market Value	Allocation Actual	Policy	Quarter Net ROR	Net	Net	Net	Net
<b>LARGE CAP DOMESTIC EQUITY</b>																
<i>Structured Growth</i>																
Los Angeles Capital	10,187	3.1%	3.0%	1.68%	10,017	3.1%	3.0%	9.12%	9,176	3.1%	3.0%	N/A	N/A	N/A	N/A	N/A
AllianceBernstein	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	-1.88%	-21.24%	N/A
<b>Total Structured Growth</b>	<b>10,187</b>	<b>3.1%</b>	<b>3.0%</b>	<b>1.68%</b>	<b>10,017</b>	<b>3.1%</b>	<b>3.0%</b>	<b>9.12%</b>	<b>9,176</b>	<b>3.1%</b>	<b>3.0%</b>	<b>4.99%</b>	<b>16.49%</b>	<b>-1.88%</b>	<b>-21.24%</b>	<b>N/A</b>
Russell 1000 Growth				2.04%				10.41%				3.92%	17.08%	2.94%	-21.54%	N/A
<i>Structured Value</i>																
LSV	10,378	3.2%	3.0%	2.63%	10,117	3.2%	3.0%	15.66%	8,759	2.9%	3.0%	3.75%	23.15%	-2.25%	8.84%	N/A
Russell 1000 Value				1.76%				14.19%				2.06%	18.59%	-1.02%	-0.19%	N/A
<i>S&amp;P 500 Index</i>																
State Street	46,163	14.3%	14.0%	1.84%	45,335	14.2%	14.0%	12.16%	40,416	13.5%	14.0%	2.64%	17.23%	0.23%	-11.28%	N/A
S&P 500				1.84%				12.18%				2.64%	17.26%	0.25%	-11.20%	N/A
<b>TOTAL LARGE CAP DOMESTIC EQUITY</b>	<b>66,728</b>	<b>20.6%</b>	<b>20.0%</b>	<b>1.93%</b>	<b>65,470</b>	<b>20.6%</b>	<b>20.0%</b>	<b>12.20%</b>	<b>58,351</b>	<b>19.5%</b>	<b>20.0%</b>	<b>3.15%</b>	<b>17.98%</b>	<b>-0.48%</b>	<b>-9.33%</b>	<b>N/A</b>
S&P 500				1.84%				12.18%				2.64%	17.26%	0.25%	-11.20%	N/A
<b>SMALL CAP DOMESTIC EQUITY</b>																
<i>Manager-of-Managers</i>																
SEI	34,873	10.8%	10.0%	4.64%	33,320	10.5%	10.0%	14.82%	29,014	9.7%	10.0%	9.48%	31.55%	0.09%	N/A	N/A
Russell 2000 + 200bp				4.51%				15.07%				9.60%	31.81%	0.36%	N/A	N/A
<b>TOTAL SMALL CAP DOMESTIC EQUITY</b>	<b>34,873</b>	<b>10.8%</b>	<b>10.0%</b>	<b>4.64%</b>	<b>33,320</b>	<b>10.5%</b>	<b>10.0%</b>	<b>14.82%</b>	<b>29,014</b>	<b>9.7%</b>	<b>10.0%</b>	<b>9.48%</b>	<b>31.55%</b>	<b>0.09%</b>	<b>-3.49%</b>	<b>N/A</b>
Russell 2000				4.34%				14.52%				9.07%	30.34%	-1.63%	-3.30%	N/A
<b>CONVERTIBLES</b>																
TCW	33,337	10.3%	10.0%	2.23%	32,585	10.2%	10.0%	9.98%	29,626	9.9%	10.0%	1.85%	14.51%	10.23%	-9.51%	N/A
First Boston Convertible Index				2.01%				8.54%				2.67%	13.68%	15.46%	-3.77%	N/A
<b>INTERNATIONAL EQUITY</b>																
<i>Large Cap - Active</i>																
Capital Guardian	27,062	8.4%	8.0%	1.50%	26,712	8.4%	8.0%	13.03%	23,538	7.9%	8.0%	8.14%	24.07%	-10.31%	-15.85%	N/A
MSCI EAFE - 50% Hedged				1.37%				13.15%				6.58%	22.25%	-11.24%	-15.51%	N/A
<i>Small Cap - Value</i>																
Lazard	3,516	1.1%	1.0%	2.80%	3,421	1.1%	1.0%	14.50%	3,195	1.1%	1.0%	9.92%	29.38%	N/A	N/A	N/A
Citigroup Broad Market Index < \$2BN				4.20%				13.31%				15.95%	36.90%	N/A	N/A	N/A
<i>Small Cap - Growth</i>																
Vanguard	3,828	1.2%	1.0%	4.21%	3,671	1.2%	1.0%	14.06%	3,100	1.0%	1.0%	14.95%	36.64%	N/A	N/A	N/A
SSB BROAD MARKET INDEX < \$2BN				4.20%				13.31%				15.95%	36.90%	N/A	N/A	N/A
<b>TOTAL INTERNATIONAL EQUITY</b>	<b>34,407</b>	<b>10.6%</b>	<b>10.0%</b>	<b>1.93%</b>	<b>33,804</b>	<b>10.6%</b>	<b>10.0%</b>	<b>13.28%</b>	<b>29,832</b>	<b>10.0%</b>	<b>10.0%</b>	<b>8.97%</b>	<b>25.82%</b>	<b>-9.20%</b>	<b>-15.51%</b>	<b>N/A</b>
MSCI EAFE - 50% Hedged				1.37%				13.15%				6.58%	22.25%	-11.24%	-15.51%	N/A
<b>DOMESTIC FIXED INCOME</b>																
<i>Core Bond</i>																
Western Asset	71,767	22.2%	22.5%	0.98%	71,079	22.3%	22.5%	1.62%	69,672	23.3%	22.5%	-0.16%	2.45%	12.77%	11.23%	N/A
Lehman Aggregate				0.80%				0.32%				-0.14%	0.98%	10.39%	10.07%	N/A
<i>Index</i>																
Bank of ND	38,429	11.9%	13.5%	0.89%	38,089	12.0%	13.5%	0.07%	38,113	12.8%	13.5%	-0.46%	0.48%	13.26%	10.87%	N/A
Lehman Gov/Credit				0.91%				-0.03%				-0.50%	0.38%	13.14%	10.82%	N/A
<i>BBB Average Quality</i>																
Strong	29,757	9.2%	9.0%	1.09%	29,422	9.2%	9.0%	1.46%	29,207	9.8%	9.0%	0.02%	2.59%	17.91%	N/A	N/A
Lehman US Credit BAA				1.13%				1.22%				0.27%	2.65%	18.33%	N/A	N/A
<b>TOTAL DOMESTIC FIXED INCOME</b>	<b>139,953</b>	<b>43.2%</b>	<b>45.0%</b>	<b>0.98%</b>	<b>138,590</b>	<b>43.5%</b>	<b>45.0%</b>	<b>1.15%</b>	<b>136,993</b>	<b>45.9%</b>	<b>45.0%</b>	<b>-0.21%</b>	<b>1.93%</b>	<b>13.18%</b>	<b>10.80%</b>	<b>N/A</b>
Lehman Gov/Credit				0.91%				-0.03%				-0.50%	0.38%	13.14%	10.82%	N/A
<b>CASH EQUIVALENTS</b>																
Bank of ND	14,500	4.5%	5.0%	0.09%	14,484	4.6%	5.0%	0.29%	14,713	4.9%	5.0%	0.30%	0.68%	1.57%	3.26%	N/A
90 Day T-Bill				0.08%				0.26%				0.25%	0.59%	1.52%	3.33%	N/A
<b>TOTAL NDACo PROGRAM SAVINGS</b>	<b>323,798</b>	<b>100.0%</b>	<b>100.0%</b>	<b>1.75%</b>	<b>318,253</b>	<b>100.0%</b>	<b>100.0%</b>	<b>6.69%</b>	<b>298,529</b>	<b>100.0%</b>	<b>100.0%</b>	<b>2.63%</b>	<b>11.41%</b>	<b>6.75%</b>	<b>-0.08%</b>	<b>N/A</b>
POLICY TARGET BENCHMARK				1.55%				5.97%				2.19%	9.97%	6.53%	0.64%	N/A

NOTE: Monthly returns and market values are preliminary and subject to change.